

Message Text

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ACTION EB-07

INFO OCT-01 EA-09 ISO-00 FEA-01 ERDA-07 AID-05 CEA-01

CIAE-00 CIEP-02 COME-00 DODE-00 FPC-01 H-02 INR-07

INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-04 USIA-15

OES-06 SP-02 SS-15 STR-04 TRSE-00 ACDA-10 /113 W

-----171158Z 063908 /20

R 170808Z JAN 77

FM AMEMBASSY KUALA LUMPUR

TO SECSTATE WASHDC 5917

UNCLAS KUALA LUMPUR 0384

E.O. 11652: N/A

TAGS: EMIN, ENRG, US, MY

SUBJECT: RECIPROCITY PROVISIONS OF MINERAL LEASING ACT OF 1920

REF: 76 KUALA LUMPUR A-187

1. MALAYSIA DOES NOT QUALIFY UNDER THE RECIPROCITY PROVISIONS OF THE SUBJECT ACT. IN THE CASE OF GAS AND OIL, OWNERSHIP IS LIMITED TO THE NATIONAL PETROLEUM COMPANY UNDER THE TERMS OF THE PETROLEUM DEVELOPMENT ACT, THE TEXT OF WHICH WAS TRANSMITTED BY REFAIRGRAM.

2. TITLE TO MINERALS FOUND ON MALAY RESERVE LAND MAY BE HELD ONLY BY MALAYS, ALTHOUGH EXPLOITATION OF SUCH MINERALS MAY BE BY JOINT VENTURE WITH FOREIGN FIRMS PROVIDED THAT THE FOREIGN FIRM WOULD HOLD THE MINORITY INTEREST.

3. EXPLOITATION OF OTHER MINERALS IS GENERALLY GOVERNED BY THE NEW ECONOMIC POLICY, THE GENERAL THRUST OF WHICH IS TO PLACE 30 PERCENT OF THE ECONOMY IN MALAY HANDS BY 1990. IN THE CASE OF DEPLETING ASSETS, WHICH WOULD INCLUDE MINERALS, THE USUAL PRACTICE IS THAT FOREIGN PARTICIPATION SHALL BE IN THE MINORITY.

4. THERE IS NO PROVISION FOR RECIPROCITY AND ALTHOUGH
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EXCEPTIONS PRESUMABLY COULD BE MADE FOR NON-GAS AND OIL AND NON-MALAY RESERVE MINERALS, THIS HAS NOT BEEN THE CASE IN PRACTICE.
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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LAW, LEASES, MINING INDUSTRY
Control Number: n/a
Copy: SINGLE
Sent Date: 17-Jan-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977KUALA00384
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770016-0867
Format: TEL
From: KUALA LUMPUR
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770146/aaaabofd.tel
Line Count: 58
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 71d3f2d8-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 76 KUALA LUMPUR A-187
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 23-Sep-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
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Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3583170
Secure: OPEN
Status: NATIVE
Subject: RECIPROCITY PROVISIONS OF MINERAL LEASING ACT OF 1920
TAGS: EMIN, ENRG, US, MY
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/71d3f2d8-c288-dd11-92da-001cc4696bcc
Review Markings:
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